

**Amendment** 

February Session, 2014

LCO No. 3756

\*SB0001103756SR0\*

Offered by:

SEN. FASANO, 34th Dist.

To: Subst. Senate Bill No. 11 File No. 8 Cal. No. 44

## "AN ACT CONCERNING THE DUTIES OF THE CONNECTICUT HEALTH INSURANCE EXCHANGE."

- In line 186, after "exchange." insert the following: "Participation in
- 2 <u>such negotiations shall be voluntary.</u>"
- 3 After the last section, add the following and renumber sections and
- 4 internal references accordingly:
- 5 "Sec. 501. Subsection (b) of section 38a-1086 of the general statutes is
- 6 repealed and the following is substituted in lieu thereof (*Effective from*
- 7 passage):
- 8 (b) The exchange shall not refuse to certify a health benefit plan as a
- 9 qualified health plan:
- 10 (1) On the basis that (A) the plan is a fee-for-service plan, or (B) the
- 11 health benefit plan provides treatments necessary to prevent patients'
- 12 deaths in circumstances the exchange determines are inappropriate or
- 13 too costly; or

sSB 11 Amendment

14 (2) By conditioning such certification on the imposition of premium 15 price controls by the exchange <u>or on a health carrier's participation in</u> 16 <u>premium negotiations under subsection (b) of section 38a-1084, as</u> 17 amended by this act.

- Sec. 502. Subsection (c) of section 38a-1083 of the 2014 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 21 (c) The exchange is authorized and empowered to:
- 22 (1) Have perpetual successions as a body politic and corporate and 23 to adopt bylaws for the regulation of its affairs and the conduct of its 24 business;
- 25 (2) Adopt an official seal and alter the same at pleasure;
- 26 (3) Maintain an office in the state at such place or places as it may 27 designate;
- 28 (4) Employ such assistants, agents, managers and other employees 29 as may be necessary or desirable;
- 30 (5) Acquire, lease, purchase, own, manage, hold and dispose of real 31 and personal property, and lease, convey or deal in or enter into 32 agreements with respect to such property on any terms necessary or 33 incidental to the carrying out of these purposes, provided all such 34 acquisitions of real property for the exchange's own use with amounts 35 appropriated by this state to the exchange or with the proceeds of 36 bonds supported by the full faith and credit of this state shall be 37 subject to the approval of the Secretary of the Office of Policy and 38 Management and the provisions of section 4b-23;
- 39 (6) Receive and accept, from any source, aid or contributions, 40 including money, property, labor and other things of value;
- 41 (7) Charge assessments or user fees to health carriers that are

sSB 11 Amendment

capable of offering a qualified health plan through the exchange or otherwise generate funding necessary to support the operations of the exchange and impose interest and penalties on such health carriers for delinquent payments of such assessments or fees;

- 46 (8) Procure insurance against loss in connection with its property 47 and other assets in such amounts and from such insurers as it deems 48 desirable;
- (9) Invest any funds not needed for immediate use or disbursement in obligations issued or guaranteed by the United States of America or the state and in obligations that are legal investments for savings banks in the state;
  - (10) Issue bonds, bond anticipation notes and other obligations of the exchange for any of its corporate purposes, and to fund or refund the same and provide for the rights of the holders thereof, and to secure the same by pledge of revenues, notes and mortgages of others;
- 57 (11) Borrow money for the purpose of obtaining working capital;
- 58 (12) Account for and audit funds of the exchange and any recipients 59 of funds from the exchange;
  - (13) Make and enter into any contract or agreement necessary or incidental to the performance of its duties and execution of its powers. The contracts entered into by the exchange shall not be subject to the approval of any other state department, office or agency, provided copies of all contracts of the exchange shall be maintained by the exchange as public records, subject to the proprietary rights of any party to the contract;
  - (14) To the extent permitted under its contract with other persons, consent to any termination, modification, forgiveness or other change of any term of any contractual right, payment, royalty, contract or agreement of any kind to which the exchange is a party;

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sSB 11 Amendment

71 (15) Award grants to trained and certified individuals and 72 institutions that will assist individuals, families and small employers 73 and their employees in enrolling in appropriate coverage through the 74 exchange. Applications for grants from the exchange shall be made on 75 a form prescribed by the board;

- (16) Limit the number of plans offered, and use selective criteria in determining which plans to offer, through the exchange, provided (A) individuals and employers have an adequate number and selection of choices, and (B) a health carrier's participation or lack thereof in premium negotiations under subsection (b) of section 38a-1084, as amended by this act, shall not be considered as a factor for purposes of this subdivision;
- (17) Evaluate jointly with the SustiNet Health Care Cabinet the feasibility of implementing a basic health program option as set forth in Section 1331 of the Affordable Care Act;
  - (18) Sue and be sued, plead and be impleaded;
- 87 (19) Adopt regular procedures that are not in conflict with other 88 provisions of the general statutes, for exercising the power of the 89 exchange; and
  - (20) Do all acts and things necessary and convenient to carry out the purposes of the exchange, provided such acts or things shall not conflict with the provisions of the Affordable Care Act, regulations adopted thereunder or federal guidance issued pursuant to the Affordable Care Act."

This act shall take effect as follows and shall amend the following		
sections:		
Sec. 501	from passage	38a-1086(b)
Sec. 502	from passage	38a-1083(c)

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